PUBLIC VERSION

Before the UNITED STATES COPYRIGHT ROYALTY JUDGES THE LIBRARY OF CONGRESS Washington, D.C.

In the Matter of

DETERMINATION OF ROYALTY RATES FOR DIGITAL PERFORMANCE IN SOUND RECORDINGS AND EPHEMERAL RECORDINGS (WEB IV) Docket No. 14-CRB-0001-WR (2016-2020)

RECEIVED

AUG 1 4 2015

iHEARTMEDIA, INC.'S RESPONSE BRIEF REGARDING
THE LEGAL QUESTIONS REFERRED TO THE REGISTER COpyright Royalty Board

SoundExchange urges the Register to read § 114(f)(5)(C) to preclude the Judges from considering any agreement negotiated in the "shadow" of a Webcaster Settlement Agreement, if it contains even a single provision that was "directly" influenced by that Settlement Agreement. SoundExchange Br. at 1, 8-9, 13. SoundExchange's intent is clear: to exclude from consideration in-market deals in which record labels have agreed to accept *lower* rates from statutory services, and one deal in particular — the Pandora-Merlin Agreement.

The 29 in-market direct licenses between statutory services and individual record labels that were admitted into evidence during the hearing constitute the best "evidence of marketplace value" between willing buyers and willing sellers, which is what § 114(f)(2)(B) directs the Judges to determine. SoundExchange provides no reason to conclude that Congress, in enacting § 114(f)(5)(C) in 2002, intended to foreclose consideration of any of that evidence in setting rates for statutory services.

¹ Final Rule and Order, Determination of Reasonable Rates and Terms for the Digital Performance of Sound Recordings and Ephemeral Recordings, 67 Fed. Reg. 45240, 45252 (2002) ("Webcasting I Remand") ("[I]t is hard to find better evidence of marketplace value than the price actually paid by a willing buyer in the marketplace.").

On the contrary, as iHeartMedia and the other Services showed, § 114(f)(5)(C) exists for a narrow purpose: to exclude from the rate-setting process the specific settlement agreements entered into with SoundExchange during the time-limited settlement periods Congress authorized in the Webcaster Settlement Acts. The text, legislative history, and other provisions of § 114 all confirm that the prohibition in § 114(f)(5)(C) is limited to the Webcaster Settlement Agreements made pursuant to § 114(f)(5)(A). That section does not reach voluntarily negotiated, marketplace agreements between statutory services and individual record labels outside of those time periods and that — as is the case with *every* in-market direct license in the record — change the terms of the statutory service's and record label's economic relationship. This interpretation also harmonizes § 114(f)(5)(C) with § 114(f)(2)(B), which encourages the Judges to consider "comparable . . . voluntary license agreements" in setting rates.

SoundExchange's contrary reading of § 114(f)(5)(C) requires twisting the phrase "otherwise taken into account" well beyond its natural meaning, which is that the CRB Judges, Register, and D.C. Circuit judges may not take administrative or judicial notice of the Webcaster Settlement Agreements, even if no participant seeks to admit them into evidence. Moreover, SoundExchange's purported limiting principle — that only agreements "directly influenced" by the otherwise applicable Webcaster Settlement Agreement are excluded — is invented from whole cloth. Nothing in the statute, legislative history, or precedent supports this "directly influenced" standard, which in any event would sweep up a number of the agreements between record labels and non-statutory, interactive services on which SoundExchange relied for its rate proposal.

In sum, the answer to each of the questions the Judges have referred is "No."

ARGUMENT

A. Section 114(f)(5)(C) Excludes Only the Specific Agreements Entered Into Under § 114(f)(5)(A)

Under the plain text of the statute, § 114(f)(5)(C) is simply inapplicable to any of the 29 voluntarily negotiated, direct licensing agreements between statutory webcasters and record labels that were admitted into evidence at the hearing in this proceeding. *See* iHeartMedia Br. at 8-9. There is no dispute that the Pandora-Merlin Agreement and the 28 voluntarily negotiated direct licenses between iHeartMedia and individual record labels are not "agreement[s] entered into pursuant to [§ 114(f)(5)](A)." 17 U.S.C. § 114(f)(5)(C). Therefore, the provisions of those agreements are also not "provisions of any agreement entered into pursuant to [§ 114(f)(5)](A)." *Id.* Nothing in the text of § 114(f)(5)(C) extends its prohibition to a voluntarily negotiated direct license that contains a provision copied from, or influenced by, a Webcaster Settlement Agreement.

Congress's express rationale for § 114(f)(5)(C) confirms it excludes only the Webcaster Settlement Agreements. *See* iHeartMedia Br. at 9-11. In enacting that provision, Congress made "clear that *the agreement* will not be admissible as evidence or otherwise taken into account" in future rate-setting proceedings.² Congress thus confirmed that it intended § 114(f)(5)(C) to apply only to Webcaster Settlement Agreements, because they reflect "extraordinary and unique circumstances" rather than voluntary market transactions. 17 U.S.C. § 114(f)(5)(C).

Indeed, § 114(f)(5)(C) must be read to permit the Judges to rely on voluntarily negotiated direct license agreements in order to interpret § 114 as a harmonious whole and to give effect to Congress's explicit preference for marketplace agreements in § 114(f)(2)(B). See iHeartMedia

 $^{^2}$ Small Webcaster Settlement Act of 2002, Pub. L. No. 107-321, $\S~2(1)$ -(7), 116 Stat. 2780, 2780-81 (2002) (emphasis added).

Br. at 11-14. That section encourages the Judges to consider "comparable" "voluntary license agreements" for "eligible nonsubscription transmissions" in setting rates. 17 U.S.C. § 114(f)(2)(A)-(B). The 29 in-market agreements between individual record labels and statutory services in the record here are precisely such "comparable" agreements. *See* iHeartMedia Proposed Conclusions of Law ¶ 12 (citing decisions holding that, "the more comparable" a benchmark is, "the more probative it will be of the fair market value"). Any interpretation of § 114(f)(5)(C) that would preclude the Judges from considering these agreements would put that section into irreconcilable conflict with § 114(f)(2)(B).

In addition, the Judges' prior interpretation of § 114(f)(5)(C) and judicial interpretation of a parallel provision within the same section, § 114(i), similarly limit § 114(f)(5)(C) to the Webcaster Settlement Agreements. *See* iHeartMedia Br. at 14-17. In *SDARS II*, the Judges recognized that the bar in § 114(f)(5)(C) is limited to "evidence of the content or terms of a settlement agreement." Judge Cote recently interpreted § 114(i) — which mirrors § 114(f)(5)(C) by providing that the rates set by the CRB for sound recordings "shall not be taken into account" to set rates for musical works — to preclude only consideration of the CRB rates themselves and to allow consideration of how these rates influenced the market for musical works. *In re Pandora Media, Inc.*, 6 F. Supp. 3d 317, 366-67 (S.D.N.Y. 2014).

- B. The Register Should Reject SoundExchange's Effort To Read § 114(f)(5)(C)
 To Preclude Consideration of Voluntarily Negotiated Direct Licenses
 Between Statutory Services and Individual Record Labels
 - 1. "Otherwise Taken Into Account" in § 114(f)(5)(C) Means To Take Administrative or Judicial Notice
- a. The phrase "otherwise taken into account" fulfills a specific function in § 114(f)(5)(C): to preclude agencies and courts from taking administrative or judicial notice of

³ SDARS II Tr. at 3235:21-3236:5 (Aug. 13, 2013) (Ex. B to iHeartMedia Br.)

the Webcaster Settlement Agreements, even if the parties do not seek to admit those into evidence. Section 114(f)(5)(C) provides that "in any administrative, judicial, or other government proceeding" concerning the setting or adjustment of rates for statutory services, neither § 114(f)(5)(A) itself — which authorized SoundExchange, during specific, limited periods, to enter into settlement agreements — nor the provisions of any agreement entered into pursuant to § 114(f)(5)(A) "shall be admissible as evidence or otherwise taken into account." The phrase "admissible as evidence" covers cases where a party seeks to introduce a Webcaster Settlement Agreement into evidence, and the phrase "otherwise taken into account" ensures that — even if no party does so — those agreements are not considered under the authority of the agency or court to take administrative or judicial notice of non-record evidence.

Indeed, in the absence of the phrase "otherwise taken into account," agreements made pursuant to § 114(f)(5)(A) would be subject to *mandatory* judicial notice by the D.C. Circuit in its review of rates and terms set pursuant to § 114(f)(2)(B). Under federal law, the "contents of the Federal Register *shall be* judicially noticed." 44 U.S.C. § 1507 (emphasis added).⁴ Because *every* agreement made pursuant to § 114(f)(5)(A) must be published in the Federal Register, *see* 17 U.S.C. § 114(f)(5)(B), courts would ordinarily be compelled to take judicial notice of these agreements. Congress is presumed to have been aware of 44 U.S.C. § 1507, which was enacted in its current form in 1968, when it drafted the Small Webcaster Settlement Act in 2002. *See California Indus. Prods., Inc. v. United States*, 436 F.3d 1341, 1354 (Fed. Cir. 2006) ("Congress

⁴ See, e.g., Biodiversity Legal Found. v. Badgley, 309 F.3d 1166, 1179 (9th Cir. 2002) ("federal courts are required to take judicial notice of the Federal Register"); Poindexter v. United States, 777 F.2d 231, 236 (5th Cir. 1985) ("[The contents of regulations published in the Federal Register] were matters of which the district court was required to take judicial notice, as is this Court."); United States v. Coffman, 638 F.2d 192, 194 (10th Cir. 1980) ("Judicial notice must be taken of relevant contents of the Federal Register. This is by statute 44 U.S.C. § 1507.").

is presumed to be aware of pertinent existing law."); see also 17 U.S.C. § 114(f)(5)(B) (requiring that every Webcaster Settlement Agreement published in the Federal Register "shall include a statement containing the substance of [§ 114(f)(5)](C)").

Agreements made pursuant to § 114(f)(5)(A) would also ordinarily be subject to administrative or "official" notice by the CRB Judges. Agencies are generally permitted to take "official notice" of "a material fact not appearing in the evidence in the record," 5 U.S.C § 556(e), and the enabling statute for the CRB specifically contemplates that the Judges may take "official notice" of evidence that would not other otherwise be admissible, see 17 U.S.C § 803(b)(6)(C)(xi) ("No evidence, including exhibits, may be submitted in the written direct statement or written rebuttal statement of a participant without a sponsoring witness, except where the Copyright Royalty Judges have taken official notice "). "Official notice" sweeps broadly to encompass all the facts subject to judicial notice — such as documents published in the Federal Register — as well as technical matters within the agency's area of expertise. See Union Elec. Co. v. FERC, 890 F.2d 1193, 1202 (D.C. Cir. 1989) ("official notice is broader [than judicial notice]"). Thus, the phrase "otherwise taken into account" was necessary to prevent the CRB and the courts from taking administrative or judicial notice of the Webcaster Settlement Agreements themselves.

This reading is confirmed by the fact that the bar imposed by $\S 114(f)(5)(C)$ applies not only to agreements made pursuant to $\S 114(f)(5)(A)$, but also to the statutory provision authorizing Webcaster Settlements — that is, $\S 114(f)(5)(A)$. See 17 U.S.C. $\S 114(f)(5)(C)$.

⁵ See Nat'l Classification Comm. v. United States, 779 F.2d 687, 695 (D.C. Cir. 1985) ("It is beyond dispute that an agency may provide the factual predicate for a finding by taking 'official notice' of matters of common knowledge, of evidence available to it from other proceedings, and of matters known to the agency through its cumulative experience and consequent expertise.") (citations omitted).

That statutory provision was unlikely to be submitted as "evidence" by the parties — indeed, it is hard to imagine a proper "sponsoring witness" for a statute, 37 C.F.R. § 351.10(a) — but could be "taken into account" by the Judges, the Register, or the D.C. Circuit through administrative or judicial notice.

b. SoundExchange, in contrast, asserts (at 1, 4) that the phrase "otherwise taken into account" means to consider in any way, shape, or form — so that, if a webcaster and individual record label in some way acknowledged the applicable Webcaster Settlement Agreement while voluntarily negotiating a direct license, the Judges would be taking that Webcaster Settlement Agreement into account when looking to the direct license for evidence of what a willing buyer and willing seller would do in this market, absent the statute. That is, SoundExchange draws a false equivalence between *the parties* to a direct license taking into account the otherwise applicable Webcaster Settlement Agreement during negotiations to reach a voluntary, marketplace agreement, with *the Judges* taking into account that Webcaster Settlement Agreement in setting rates. *See* SoundExchange Br. at 1.6

SoundExchange points to no evidence that Congress intended the phrase "otherwise taken into account" to prevent the Judges from considering future marketplace agreements in setting rates. To the contrary, the legislative history of § 114(f)(5)(C) confirms that Congress intended to prevent only "the agreement" — that is, the specific settlement agreements entered

⁶ SoundExchange hypothesizes a direct license between a statutory service and an individual record label that "copie[s] verbatim" the entire Webcaster Settlement Agreement governing the relationship between those parties and "simply relabel[s] [it] as a direct license." SoundExchange Br. at 8. As an initial matter, no such direct license exists. But even if one did, the Judges would properly exclude such an agreement from evidence on the ground that it constitutes an impermissible end run around the final sentence of § 114(f)(5)(C), which grants the power to "expressly authorize" the use of Webcaster Settlement Agreement to set rates to "the receiving agent" — *i.e.*, SoundExchange — and a webcaster subject to that agreement. 17 U.S.C. § 114(f)(5)(C). An individual record label cannot evade Congress's grant of that authority to SoundExchange rather than to the individual labels SoundExchange represents.

into under § 114(f)(5)(A) — from being used to set rates.⁷ SoundExchange cites this very provision of the Small Webcaster Settlement Act of 2002, even italicizing Congress's use of "the agreement," SoundExchange Br. at 7, but does not explain — nor could it — how Congress's specific intent is consistent with SoundExchange's reading of § 114(f)(5)(C) to preclude consideration of subsequently negotiated direct licenses, which are plainly not "the agreement" Congress had in mind.

2. SoundExchange Invents a Test with No Statutory Basis

If taken to its logical conclusion, SoundExchange's interpretation of "otherwise taken into account" would preclude the Judges from considering *every* agreement between a streaming service and an individual record label. That is because, as SoundExchange's expert testified and SoundExchange admits in its opening brief, *every* such agreement is necessarily influenced by the Webcaster Settlement Agreements, including the agreements between record labels and "interactive" services — such as Spotify — on which SoundExchange based its rate proposal.⁸

In an effort to protect its rate proposal, SoundExchange invents a limiting principle, claiming that an agreement cannot be considered only if it is "directly influenced by the provisions of a WSA settlement agreement." SoundExchange Br. at 1. This test has no basis in the statute, legislative history, or precedent. Indeed, SoundExchange does not even claim it does; incredibly, SoundExchange offers *no* basis for the line it urges the Register to draw, other

 $^{^7}$ Small Webcaster Settlement Act of 2002, Pub. L. No. 107-321, $\S~2(7),\,116$ Stat. at 2781 (2002).

⁸ See Corrected Written Direct Testimony of Prof. Rubinfeld ¶ 91 (filed Nov. 4, 2014) ("Rubinfeld WDT") (SX Ex. 17) (testifying that all direct licenses are "affected to a certain degree by the statutory and pureplay settlement rates") (emphasis added); SoundExchange Br. at 13 ("To some extent, any agreement in the webcasting space may be said to be influenced by existing statutory rates as well as the rates that apply under some WSA agreements.") (emphasis added).

than SoundExchange's apparent hope that this line will weaken the Services' cases, while leaving its case intact. Reading words into § 114(f)(5)(C) that Congress did not put there violates basic canons of statutory construction. *See* iHeartMedia Br. at 9 (citing cases).

In all events, the "directly influenced" test SoundExchange urges the Register to adopt would not achieve SoundExchange's transparent purpose of preventing the Judges from considering in-market evidence while protecting the admissibility of the agreements underlying SoundExchange's own rate proposal. First, even under SoundExchange's erroneous interpretation of the statute, § 114(f)(5)(C) would not bar the Judges from considering any of iHeartMedia's 28 direct license agreements with individual record labels. Indeed, SoundExchange has effectively conceded this point, having abandoned the pre-hearing objections to those agreements based on § 114(f)(5)(C) that it filed. SoundExchange did not object to the admission of iHeartMedia's 28 direct license agreements during the hearing, and its post-hearing arguments concerning § 114(f)(5)(C) were limited to the Pandora-Merlin Agreement. See iHeartMedia Br. at 2. SoundExchange also offered no evidence at the hearing that any provision of any of iHeartMedia's 28 direct license agreements with individual record labels was influenced — "directly" or otherwise — by the NAB Settlement Agreement under which iHeartMedia operates absent a direct license.9

Second, some of the agreements on which SoundExchange based its own rate proposal fail SoundExchange's invented "directly influenced" test. For example, the Sony-Slacker Agreement copies the rates and payment terms for Slacker's "basic radio" feature

⁹ Nor could SoundExchange claim that any of iHeartMedia's direct licenses was "directly influenced" by the Pureplay Settlement Agreement because iHeartMedia "would [not] be eligible to opt into the WSA agreement and fall back on that option in the absence of a directly-negotiated license." SoundExchange Br. at 14.

Revenue"

Similarly, the Warner-Spotify Agreement copies
the rates for Spotify's mobile feature

SoundExchange's effort to read § 114(f)(5)(C) to allow the Judges to consider these agreements

but not one or more of the in-market direct licenses — renders its construction of the statute incoherent.

3. SoundExchange's "Sword and Shield" Concern Has Already Proven False

SoundExchange argues (at 6, 11) that, if a participant were permitted to introduce a direct license that was "directly influenced" by a Webcaster Settlement Agreement, opposing participants would be unable to demonstrate the influence of the Webcaster Settlement Agreement on that direct license. SoundExchange puts this argument in abstract terms, as if the hearing in this proceeding had not already occurred. But the record of the hearing shows that SoundExchange's concern is false.

During the hearing, SoundExchange was given a full opportunity to put in evidence and to cross-examine Pandora's witnesses concerning the influence of the Pureplay Settlement

Agreement on the Pandora-Merlin Agreement and make its — wrong, but admissible — case

that the Pandora-Merlin Agreement is a poor basis for rate-setting because it was negotiated in the "shadow" of the Pureplay Settlement Agreement.¹³ In fact, SoundExchange devoted an entire section of its Proposed Findings of Fact to arguing that the Pandora-Merlin Agreement was derived from the Pureplay Settlement Agreement.¹⁴

4. Agreements Negotiated in the "Shadow" of the Statute Are Evidence of the Rates and Terms to which a Willing Buyer and Willing Seller Would Agree

SoundExchange's effort (at 6) to exclude in-market, voluntarily negotiated direct license agreements is based on the premise that any agreement "directly influenced by a WSA agreement . . . should be given no weight" in setting rates under § 114(f)(2)(B). But this is an argument for ignoring all marketplace deals, not an argument based on § 114(f)(5)(C). As explained above, every direct license between a statutory service and an individual record label will be influenced, to some extent, by the "shadow" of the statutory regime, which includes the Webcaster Settlement Agreements that currently provide the background rates for nearly the entire statutory webcasting industry. See iHeartMedia Br. at 6. But, contrary to SoundExchange's suggestion, the "shadow" has not resulted in direct licenses that are carbon copies of the Webcaster Settlement Agreements. Each of the 29 in-market agreements in the record provides for lower rates than the otherwise applicable Webcaster Settlement Agreement, and 28 of them provide those lower rates over longer terms that reach into the 2016-2020 period. The willingness of individual record labels and statutory services to agree voluntarily to such terms is strong evidence that the rates in the otherwise applicable Webcaster Settlement

 $^{^{13}}$ Pandora's Reply Conclusions of Law ¶¶ 52-54 (collecting examples).

¹⁴ SX's Proposed Findings of Fact § VIII.B ("Pandora Failed to Provide An Appropriate And Representative Benchmark By Relying Upon a Single, Experimental License That Derives From Non-Precedential Statutory Rates And Applies To A Sliver Of The Market").

Agreements are too high and that willing buyers and willing sellers would agree to — indeed, have agreed to — lower rates for the 2016-2020 period.

The task of the Judges under § 114(f)(2)(B) is to conduct an economic analysis, based on the fact and expert testimony provided in the record, to remove the effect of the shadow and to identify the evidence these direct licenses reveal about the rates and terms to which a willing buyer and willing seller would agree in the absence of the compulsory license. Unlike SoundExchange, iHeartMedia has given the Judges a reliable economic methodology for removing the shadow and identifying the rate agreed to outside of that shadow by the willing buyers and willing sellers that entered those direct license agreements.

These actual, voluntarily negotiated direct licenses between individual record labels and statutory services thus provide the best evidence available to the Judges. Indeed, in *Webcasting I*— the last CRB proceeding in which the Judges had access to in-market deals for statutory services— the Register concluded "it is hard to find better evidence of marketplace value than the price actually paid by a willing buyer in the marketplace." And the Judges in this proceeding noted the "important evidentiary value of actual marketplace agreements as potential benchmarks in determining the statutory rates." The need to remove the effect of the shadow is part of the analysis under § 114(f)(2)(B), and provides no basis to discard from the evidentiary record— in whole or even in part— any voluntarily negotiated direct license between a statutory service and an individual record label.¹⁷

 $^{^{15}\} We b casting\ I\ Remand,\,67\ Fed.$ Reg. at 45252.

¹⁶ Order Denying, Without Prejudice, Motions for Issuance of Subpoenas Filed by Pandora Media, Inc. and the National Association of Broadcasters at 3 (Apr. 3, 2014).

¹⁷ Indeed, because *all* marketplace deals are negotiated in the shadow of the compulsory license and Webcaster Settlement Agreements to some extent, the Judges must remove the effect of the shadow before using *any* marketplace deal to set rates, including the agreements between

CONCLUSION

In sum, the Register should answer "No" to each of the questions the Judges referred.

Dated: August 14, 2015

Respectfully submitted,

/s/ John Thorne

Mark C. Hansen
John Thorne
Scott H. Angstreich
KELLOGG, HUBER, HANSEN, TODD,
EVANS & FIGEL, P.L.L.C.
1615 M Street, NW, Suite 400
Washington, DC 20036
mhansen@khhte.com
jthorne@khhte.com
sangstreich@khhte.com

Telephone: (202) 326-7900 Facsimile: (202) 326-7999

Counsel for iHeartMedia, Inc.

individual record labels and non-statutory, interactive services on which SoundExchange relies. However, SoundExchange did not propose any methodology for removing the shadow from those agreements, and SoundExchange's expert admitted that, while he was aware of the effect of the shadow, he made no attempt to remove it in analyzing the agreements on which he relied. *See* Rubinfeld WDT ¶ 133 ("Ideally, one should adjust such agreements [with interactive services] to remove the effects of the shadow before using them as the basis for a benchmark. . . . [H]owever, I do not make any such adjustment.").

Before the UNITED STATES COPYRIGHT ROYALTY JUDGES THE LIBRARY OF CONGRESS Washington, D.C.

In the Matter of)	
DETERMINATION OF ROYALTY RATES FOR DIGITAL PERFORMANCE IN SOUND RECORDINGS AND EPHEMERAL RECORDINGS (WEB IV)	·))))	Docket No. 14-CRB-0001-WR (2016-2020)

<u>DECLARATION AND CERTIFICATION OF JOHN THORNE</u> <u>ON BEHALF OF iHEARTMEDIA, INC.</u>

- 1. I am one of the counsel for iHeartMedia, Inc. ("iHeartMedia") in this proceeding, and I submit this Declaration in support of the restricted version of the Response Brief Regarding the Legal Questions Referred to The Register of iHeartMedia, Inc.
- 2. On October 10, 2014, the CRB adopted a Protective Order that limits the disclosure of materials and information marked "RESTRICTED" to outside counsel of record in this proceeding and certain other parties described in subsection IV.B of the Protective Order. See Protective Order (Oct. 10, 2014). The Protective Order defines "confidential" information that may be labeled as "RESTRICTED" as "information that is commercial or financial information that the Producing Party has reasonably determined in good faith would, if disclosed, either competitively disadvantage the Producing Party, provide a competitive advantage to another party or entity, or interfere with the ability of the Producing Party to obtain like information in the future." Id. The Protective Order further requires that any party producing such confidential information must "deliver with all Restricted materials an affidavit or declaration . . . listing a description of all materials marked with the 'Restricted' stamp and the basis for the designation." Id.

- 3. I submit this declaration describing the materials iHeartMedia has designated "RESTRICTED" and the basis for those designations, in compliance with Sections IV.A of the Protective Order. I have determined to the best of my knowledge, information and belief that the materials described below, which are being produced to outside counsel of record in this proceeding, contain confidential information.
- 4. The confidential information comprises or relates to information designated RESTRICTED by other participants in this proceeding. iHeartMedia has designated such information as RESTRICTED to maintain its confidentiality in accordance with the Protective Order's command to "guard and maintain the confidentiality of all Restricted materials." Protective Order at 2.

Pursuant to 28 U.S.C. § 1746 and 37 C.F.R. § 350.4(e)(1), I hereby declare under the penalty of perjury that the foregoing is true and correct.

August 14, 2015

Respectfully submitted,

/s/ John Thorne

John Thorne KELLOGG, HUBER, HANSEN, TODD, EVANS & FIGEL, P.L.L.C. 1615 M Street, NW, Suite 400 Washington, DC 20036 Telephone: (202) 326-7900 Facsimile: (202) 326-7999

jthorne@khhte.com

Counsel for iHeartMedia, Inc.

CERTIFICATE OF SERVICE

I, John Thorne, hereby certify that a copy of the foregoing PUBLIC version of the Response Brief Regarding the Legal Questions Referred to The Register of iHeartMedia, Inc. has been served on this 14th day of August 2015 on the following persons:

Kurt Hanson	Jeffrey J. Jarmuth	
AccuRadio, LLC	Law Offices of Jeffrey J. Jarmuth	
65 E. Wacker Place, Suite 930	34 E. Elm Street	
Chicago, IL 60601	Chicago, IL 60611-1016	
kurt@accuradio.com	jeff.jarmuth@jarmuthlawoffices.com	
AccuRadio, LLC	Counsel for AccuRadio, LLC	
Catherine R. Gellis	David D. Golden	
CGCounsel	Constantine Cannon LLP	
P.O. Box 2477	1001 Pennsylvania Avenue NW, Suite 1300N	
Sausalito, CA 94966	Washington, DC 20004	
cathy@cgcounsel.com	dgolden@constantinecannon.com	
College Broadcasters, Inc.	Counsel for College Broadcasters, Inc.	
Conege Brouncusters, Inc.	Counsel for College Broaucasters, Inc.	
David Oxenford	Kevin Blair	
Wilkinson Barker Knauer, LLP	Brian Gantman	
2300 N Street, NW, Suite 700	Educational Media Foundation	
Washington, DC 20037	5700 West Oaks Boulevard	
doxenford@wbklaw.com	Rocklin, CA 95765	
	kblair@kloveair1.com	
	bgantman@kloveair1.com	
Counsel for Educational Media Foundation		
and National Association of Broadcasters	Educational Media Foundation	
William Malone	Goorge D. Johnson	
40 Cobbler's Green	George D. Johnson	
205 Main Street	GEO Music Group	
	23 Music Square East, Suite 204	
New Canaan, CT 06840-5636	Nashville, TN 37203	
malone@ieee.org	george@georgejohnson.com	
Haward Padio Proadonting Co. Tro	CEO Music Croup	
Harvard Radio Broadcasting Co., Inc.	GEO Music Group	
	The second secon	

Frederick J. Kass Intercollegiate Broadcasting System, Inc. 367 Windsor Highway New Windsor, NY 12553-7900 ibs@ibsradio.org ibshq@aol.com	William Malone Intercollegiate Broadcasting System, Inc. 40 Cobbler's Green 205 Main Street New Canaan, CT 06840-5636 malone@ieee.org
Intercollegiate Broadcasting System, Inc.	Intercollegiate Broadcasting System, Inc.
Jane Mago 4154 Cortland Way Naples, Florida 34119 jem@jmago.net	Suzanne Head National Association of Broadcasters 1771 N Street, NW Washington, DC 20036 jmago@nab.org shead@nab.org
Counsel for National Association of Broadcasters	National Association of Broadcasters
Gregory A. Lewis National Public Radio, Inc. 1111 North Capitol Street, NE Washington, DC 20002 glewis@npr.org	Bruce G. Joseph Karyn K. Ablin Michael L. Sturm Wiley Rein LLP 1776 K Street, NW Washington, DC 20006 bjoseph@wileyrein.com kablin@wileyrein.com msturm@wileyrein.com
National Public Radio, Inc.	Counsel for National Association of Broadcasters
Ethan Davis King & Spalding LLP 1700 Pennsylvania Avenue, NW Suite 200 Washington, DC 20006 edavis@kslaw.com	Kenneth L. Steinthal Joseph R. Wetzel King & Spalding LLP 101 Second Street, Suite 2300 San Francisco, CA 94105 ksteinthal@kslaw.com jwetzel@kslaw.com
Counsel for National Public Radio, Inc.	Counsel for National Public Radio, Inc.

Russ Hauth, Executive Director Harv Hendrickson, Chairman National Religious Broadcasters Noncommercial Music License Committee 3003 Snelling Avenue North Saint Paul, MN 55113 russh@salem.cc hphendrickson@unwsp.edu	Antonio E. Lewis King & Spalding, LLP 100 N. Tyron Street Suite 3900 Charlotte, NC 28202 alewis@kslaw.com
National Religious Broadcasters Noncommercial Music License Committee	Counsel for National Public Radio, Inc.
Christopher Harrison Pandora Media, Inc. 2101 Webster Street, Suite 1650 Oakland, CA 94612 charrison@pandora.com	Karyn K. Ablin Jennifer L. Elgin Wiley Rein LLP 1776 K St. NW Washington, DC 20006 kablin@wileyrein.com jelgin@wileyrein.com
Pandora Media, Inc.	Counsel for National Religious Broadcasters Noncommercial Music License Committee
Gary R. Greenstein Wilson Sonsini Goodrich & Rosati 1700 K Street, NW, 5th Floor Washington, DC 20006 ggreenstein@wsgr.com	R. Bruce Rich Todd D. Larson Sabrina A. Perelman Benjamin E. Marks David E. Yolkut Elisabeth M. Sperle Reed Collins Weil, Gotshal & Manges LLP 767 Fifth Avenue New York, NY 10153 r.bruce.rich@weil.com todd.larson@weil.com sabrina.perelman@weil.com benjamin.marks@weil.com david.yolkut@weil.com elisabeth.sperle@weil.com
Counsel for Pandora Media, Inc.	Counsel for Pandora Media, Inc.

Jacob B. Ebin	Cynthia Greer
Akin Gump Strauss Hauer & Feld LLP	Sirius XM Radio Inc.
One Bryant Park	1500 Eckington Pl. NE
Bank of America Tower	Washington, DC 20002
New York, NY 10036-6745	cynthia.greer@siriusxm.com
jebin@akingump.com	
Counsel for Pandora Media, Inc.	Sirius XM Radio Inc.
Patrick Donnelly	Paul Fakler
Sirius XM Radio Inc.	Arent Fox LLP
1221 Avenue of the Americas	1675 Broadway
36 th Floor	New York, NY 10019
New York, NY 10020	paul.fakler@arentfox.com
patrick.donnelly@siriusxm.com	•
Sirius XM Radio Inc.	Counsel for Sirius XM Radio Inc.
Martin F. Cunniff	C. Colin Rushing
Jackson D. Toof	Bradley E. Prendergast
Arent Fox LLP	SoundExchange, Inc.
1717 K Street, NW	733 10th Street, NW, 10th Floor
Washington, DC 20006	Washington, DC 20001
martin.cunniff@arentfox.com	crushing@soundexchange.com
jackson.toof@arentfox.com	bprendergast@soundexchange.com
	.,
Counsel for Sirius XM Radio Inc.	SoundExchange, Inc.
Glenn D. Pomerantz	
Kelly M. Klaus	
Anjan Choudhury	
Melinda E. LeMoine	
Kuruvilla J. Olasa	
Jonathan Blavin	
Rose Leda Ehler	
Jennifer L. Bryant	
Munger, Tolles & Olson LLP	
355 S. Grand Avenue, 35th Floor	
Los Angeles, CA 90071-1560	
Glenn.Pomerantz@mto.com	
Kelly.Klaus@mto.com	
Anjan.Choudhury@mto.com	
Melinda.LeMoine@mto.com	
Kuruvilla.Olasa@mto.com	
Jonathan.Blavin@mto.com	
Rose.Ehler@mto.com	
Jennifer.Bryant@mto.com	
Counsel for SoundExchange, Inc.	
Counset for BoundExchange, Inc.	

/s/ John Thorne

John Thorne
KELLOGG, HUBER, HANSEN, TODD,
EVANS & FIGEL, P.L.L.C.
1615 M Street, NW, Suite 400
Washington, DC 20036
Telephone: (202) 326-7900
Facsimile: (202) 326-7999
jthorne@khhte.com

Counsel for iHeartMedia, Inc.

Before the UNITED STATES COPYRIGHT ROYALTY JUDGES THE LIBRARY OF CONGRESS Washington, D.C.

In the Matter of)	
DETERMINATION OF ROYALTY RATES FOR DIGITAL PERFORMANCE IN SOUND RECORDINGS AND EPHEMERAL RECORDINGS (WEB IV)	,))))	Docket No. 14-CRB-0001-WR (2016-2020)

REDACTION LOG FOR IHEARTMEDIA, INC.'S RESPONSE BRIEF REGARDING THE LEGAL QUESTIONS REFERRED TO THE REGISTER

iHeartMedia hereby submits the following list of redactions from the Response Brief Regarding the Legal Question Referred to The Register, filed August 14, 2015, and the undersigned certifies, in compliance with 37 C.F.R. § 350.4(e)(1), and based on the Declaration of John Thorne submitted herewith, that the listed redacted materials are properly previously designated confidential and "RESTRICTED."

Document	Response to Paragraph(s)	General Description
Response Brief Regarding the	P. 9-10, ¶ 2, lines 3-6	Contains information previously
Legal Questions Referred to		designated restricted by other
The Register		participants.
	Fn. 10	Contains information previously
		designated restricted by other
		participants.
	Fn. 11	Contains information previously
		designated restricted by other
		participants.
	Fn. 12	Contains information previously
		designated restricted by other
		participants.

/s/ Scott H. Angstreich

Mark C. Hansen
John Thorne
Scott H. Angstreich
KELLOGG, HUBER, HANSEN, TODD,
EVANS & FIGEL, P.L.L.C.
1615 M Street, NW, Suite 400
Washington, DC 20036
mhansen@khhte.com
jthorne@khhte.com
sangstreich@khhte.com

Telephone: (202) 326-7900 Facsimile: (202) 326-7999

Counsel for iHeartMedia, Inc.